LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, MAY 8, 2007,** upon the application of **KCS RESOURCES, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Cotton Valley Formation**, **Reservoir C**, and the **Gray Sand**, **Reservoir A**, in the Sugar Creek Field, Claiborne and Lincoln Parishes, Louisiana.

- 1. To authorize KCS Resources, Inc. to drill, complete and utilize a substitute unit well for CV RC SUA at the exceptional location shown on the plat submitted with the application.
- 2. To authorize KCS Resources, Inc. to drill, complete and utilize a substitute unit well for GRAY RA SUA at the exceptional location shown on the plat submitted with the application.
- 3. To determine that there is a need for substitute unit wells for the Cotton Valley Formation, Reservoir C, and the Gray Sand, Reservoir A, as proposed, to efficiently and effectively recover hydrocarbons underlying the units for these reservoirs which cannot otherwise be recovered from any existing well located on said units.
- 4. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir C, was defined in Office of Conservation Order No. 23-P-3, effective November 3, 1981.

The Gray Sand, Reservoir A, was defined in Office of Conservation Order No. 23-R, effective January 23, 1981.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 4/24/07;4/27/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.